

COMPANY REGISTRATION NUMBER: 07642041
CHARITY REGISTRATION NUMBER: 1143178

Size of Wales
Company Limited by Guarantee
Financial Statements
31 March 2023

CARSTON

Chartered accountants & statutory auditor
1st Floor, Tudor House
16 Cathedral Road
Cardiff
CF11 9LJ

Size of Wales
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2023

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Size of Wales

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2023

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2023.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Size of Wales
Charity registration number	1143178
Company registration number	07642041
Principal office and registered office	Temple of Peace King Edward VII Avenue Cathays Park Cardiff CF10 3AP
The trustees	Ms Lowri Jenkins Ms Rebecca Williams Prof. Carwyn Jones Ms Hannah Harvey Mr Stuart Clarke Mr Clive Thomas Dr Paul Belford (resigned 12 October 2023) Mr Richard Denman Miss Sarah Evershed
Key Management	Nicola Pulman (Director) Barbara Davies-Quy (Deputy Director)
Auditor	Carston Chartered accountants & statutory auditor 1st Floor, Tudor House 16 Cathedral Road Cardiff CF11 9LJ
Bankers	Triodos Bank Brunel House 11 The Promenade Bristol BS8 3NN

Size of Wales

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

OBJECTIVES AND ACTIVITIES

Our Vision

A world where people, trees and biodiverse forests thrive together in a safe climate.

Our Purpose

To support communities to secure, sustain and restore tropical forests as part of our national response to climate change.

What we do

The "size of Wales" is often used as a measure of deforestation. Size of Wales was established in 2011 with the aim of turning that negative into a positive: to help to protect an area of tropical forest the size of Wales (2 million hectares) as part of Wales' national response to climate change.

We provide funding and expertise to indigenous and local communities in tropical regions to support them to secure and sustain their precious forests, grow more trees and establish sustainable livelihoods. Through education, community engagement and advocacy, we also raise awareness in Wales of the importance of tropical forests and trees in tackling climate change. We inspire people to see that they can be part of the solution and reduce Wales' overseas deforestation footprint.

Why we do it (public benefit)

We are a climate change charity. The world is facing a climate and nature crisis. Despite irrefutable evidence that man-made emissions are heating our planet and destabilising our climate, global greenhouse gas emissions continue to rise. Globally, we have emitted as much atmospheric carbon in the past thirty years as we did in the previous two centuries of industrialisation. Emissions have continued to go up by 1.5% per year in the last decade.

Fast and deep cuts to global emissions are needed, and trees and forests are an essential part of the solution. The world's forests contain approximately 300 billion tonnes of carbon and absorb approximately 2.6 billion tonnes of carbon dioxide each year. That is roughly equivalent to one-third of the carbon dioxide released by burning fossil fuels. The evidence is clear that stopping global deforestation and restoring degraded forests is critical to limiting global temperature rises further. Forests are crucial for life on earth.

Trees and forests are also crucial to climate change adaptation. By providing a wide range of ecosystem services they reduce social and ecosystem vulnerability in a changing climate and contribute to human wellbeing. This includes reducing soil degradation, erosion and flooding and providing shade, habitat, food and livelihoods. An estimated 22.8 million hectares of forest are still being lost every year¹. That's roughly 11 times the size of Wales. Global deforestation itself is now estimated to account for 10-15% of global human induced greenhouse gas emissions.

Tropical forests are at the front line of this forest loss. Around 13% of Earth's land is covered with tropical forests (about 2 billion hectares); but some estimates suggest that tropical forests are currently being cut down at a rate that will eliminate them in less than 100 years. Tropical forests are also unparalleled in terms of their biological diversity - they sustain as much as 50% of the species on Earth - and are home to millions of people, who depend on them for their food and livelihoods.

¹ <https://research.wri.org/gfr/forest-extent-indicators/forest-loss>

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Our Aims

Our work focuses on achieving 4 strategic goals:

1. Support community projects that secure, and sustain over the long term, an area of tropical forest at least the size of Wales (at least 2 million hectares)
2. Support communities to tackle climate change and develop sustainable livelihoods by growing millions of trees
3. Move Wales towards eliminating imported deforestation from our economy by 2030
4. Inspire people across Wales to reduce their forest footprint, support tropical forests and take climate action.

Ensuring our work delivers our Aims

We review our aims and activities annually when we plan our activities for the coming year. This review looks at what we achieved and the outcomes of our work in the previous 12 months, and the public benefit of the work in line with our charitable purposes. Our annual planning involves setting a work plan and targets for the coming year. This helps us to ensure that our activities remain focused on delivering our aims. Size of Wales also undertook a full strategic review in 2019-20, setting a new 5-year strategy to 2025.

Guiding Principles

All our work is guided by the following principles:

- **Community-focused, participatory and inclusive:**
We connect with those most marginalised and whose voices are least platformed. Our work is led by these communities and our forest partners. We aim to remove barriers and increase access. Collectively, we try to influence decision makers and address the structural inequalities that are driving the climate crisis.
- **Promote justice, care and living well:**
These concepts guide the work we do, the ways we interact and the decisions we make. It relates to the fair treatment and rounded health of people - from our own team all the way to the world's Indigenous Peoples - not neglecting our planet and her forests. We know the climate crisis amplifies existing systemic inequalities, and we recognise how Wales and other Global North countries have contributed to global inequalities and excessive carbon emissions alike. Through our work, we aim to address this harmful legacy both overseas and within communities of Wales.
- **Evidence based and solutions focused:** We take a positive, solutions focused approach, and base all our work on robust evidence and science.
- **Focused and strategic:** We focus our work in Wales and overseas at local, national and international level. We aspire to influence change to policy, legislation and behaviours. Our work is aligned to the Well-being of Future Generations (2015) Wales Act and international commitments to human rights laws and standards.
- **Ethical and accountable:** We strive for the highest standards of integrity, ethics, accountability and transparency in everything we do. We are informed and guided by the experiences and expertise of others and commit to embracing an inclusive approach to the work we do and how we do it.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

ACHIEVEMENTS AND PERFORMANCE

We work towards our goals through four interrelated programmes of activities:

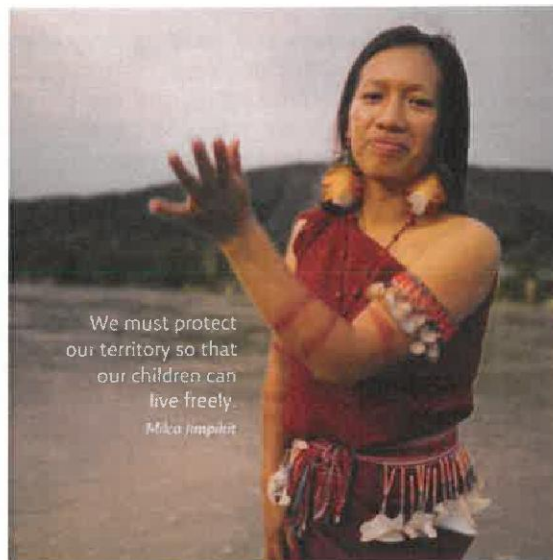
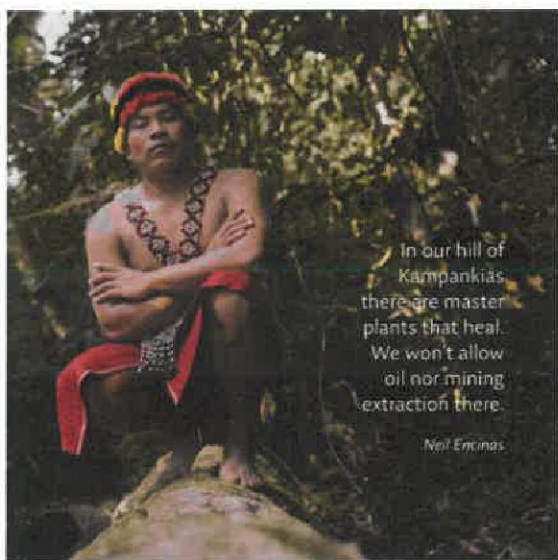
Goal 1: Forest protection

Aim: Support communities to secure - and sustain over the long term - an area of tropical forest at least the size of Wales (at least 2 million hectares)

This programme provides funding to impactful forest protection projects run by our strategic partners in tropical regions. The projects supported by Size of Wales in this period have been working to secure and sustain areas of tropical forests that total over 2 million hectares in size (size of Wales).

We ensure that all of our projects support local land rights and involve the Indigenous communities that are directly affected by the loss of their forests. These projects - in Africa, South America and Southeast Asia - tackle deforestation in a range of ways including establishing land rights for Indigenous Peoples and supporting the development of sustainable forest management and sustainable livelihoods.

In 2022-2023, our recently updated Forest Strategy also enabled us to better link our overseas forests projects to our work in Wales, helping us deliver maximum impact by ensuring all our work areas (education, advocacy, communications and community outreach) are linked to our overall goal of securing tropical forests.



Projects supported in 2022-23

Following detailed screening based on updated criteria, successful projects received a total of £112,345 funding during the year. This leveraged match funding of £87,655 and was supplemented by rapid response funding of £15,000 including match funding enabling the Wampís Nation to respond to the critical situation regarding illegal logging in the territory.

Projects supported by Size of Wales continue to place a much greater emphasis on community led projects that work closely with Indigenous Peoples and local communities to protect their forests, incorporating a focus on newly emerging themes for Size of Wales such as gender, inclusion and diversity and awareness of deforestation-risk commodities whilst maintaining areas of work around sustainable livelihoods.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Achievements & performance *(continued)*

These awards supported six forest protection projects. This includes existing partnerships in Peru, Kenya, Brazil, Democratic Republic of Congo (DRC) and Indonesia, together with a new partner in Brazil. Here is a summary of our main goal 1 projects:

1. INDONESIA, SOS Orangutan: Building ecosystem resilience for orangutans and communities in West Toba Landscape – 52,577 hectares
2. Democratic Republic of Congo (DRC), Rainforest Foundation UK (RFUK): Understanding patterns of deforestation in DRC - 257,863 hectares
3. BRAZIL, Synchronicity Earth: Strengthening our people's struggle - The defence of forest areas against soy in the Atlantic Forest - 26,724 hectares
4. PERU, Forest Peoples Programme (FPP): Territories of Abundance: Securing Wampís territory, livelihoods and climate protection - 1,327,761 hectares
5. KENYA, FPP: Securing Ogiek Community Lands, Indigenous Forests, Knowledge and Livelihoods - 178,000 hectares
6. BRAZIL, CAFOD: Protecting Yanomami and Ye'kwana forests from illegal gold mining – 1.2 million hectares

In total, we supported forest communities to protect 3,042,925 hectares of tropical forest in 2022-23, more than one and a half times the Size of Wales. This has involved:

- providing training, tools and equipment to promote sustainable livelihoods initiatives including social forestry and other agro-ecological practices;
- supporting partners such as the Comissão Guarani Yvyrupa (CGY) to participate in COP27 discussions. This gave greater visibility to the Guarani struggle and agenda of land recognition at an international level.
- mapping data to monitor deforestation rates in community owned forests in DRC and carrying out research to show impact of soy plantations on Guarani people in Brazil;
- approving a rapid response grant to enable Wampís Nation to tackle illegal logging and mining;
- supporting actions that recuperate traditional Indigenous knowledge.
- strengthening Indigenous land rights through legal support, advocacy and policy work in Peru, Brazil and Kenya. For example, this year Size of Wales' partnership with the Ogiek People in Kenya supported them in winning a huge court case to secure their land rights. The case concerned their eviction from the ancestral lands which the Ogiek say were unlawful. Our longstanding partnership has contributed to years of work building up to this since the court case began in 2008.



Ju Kerexu, CGY at COP27

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Achievements & performance *(continued)*

Green Energy Transportation and Wampís – Wales Youth cultural exchange

In 2022, Size of Wales also secured funding from the Honnold Foundation and Welsh Government to enable the Wampís Nation to promote renewable green energy transportation via the construction of two solar powered boats (the first of its kind in Peru) and establish a cultural exchange with Wales. This innovative model of infrastructure for the Amazon, designed not for but with local communities, offers a future of new possibilities and opportunities. It will improve the ability of the Wampís Nation to monitor their territory to prevent deforestation, respond to medical emergencies and link up communities along the Morona river. The project will also promote indigenous autonomy and strengthen local capacity and knowledge in solar energy.

The key to reliability and sustainability is highly trained indigenous technicians that are skilled in designing, building, operating, maintaining, repairing, and improving the solar river transport system. Therefore, in December 2022, six Indigenous technicians (one woman and five men) from the Wampís Nation travelled by boat and road from Peru to Ecuador to take part in a 15-day exchange. They met with Kara Solar staff and the Achuar Indigenous Peoples to learn about solar technology and learn the practical skills required to build and maintain solar powered boats. Following on from this successful exchange, the Kara Solar team visited the Wampís Nation at the end of March 2023 to distribute two solar training kits and carry out further training in preparation for the boat construction.

With the aim to strengthen the capacities and self-esteem of young Wampís leaders thus ensuring the protection of their territory, 16 young Wampís representatives came together to compose three songs about climate change, deforestation and their culture mixing traditional Wampís chant (nampet) with rap music, supported by artists from Teatro Buho, based in Lima. One of the three songs composed, "Iña Nunke" (Our territory) was selected to be made into a music video which was launched at COP15, in Montreal, Canada. Whilst there, Wampís delegates had meetings with various politicians. The video was also shared at Wales YouthCOP 27 along with a live performance of their counterpart composition by Fitzalan Fusion Band. The cultural exchange between Welsh and Wampís youth has also been promoted via Arts Council Wales to celebrate their St. Davids Day's Y Pethau Bychain campaign.

Size of Wales

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Achievements & performance *(continued)*

Goal 2: Community tree growing

Aim: Support communities to tackle climate change and develop sustainable livelihoods by growing millions of trees

In this period, we continued to strengthen our tree growing programme in sub-saharan Africa (Uganda and Kenya) with funding from our partners Welsh Government and Size of Wales' own funds, corporate and individual donors.



Farmer to farmer learning exchange to Kapchebut

Through these funds, we have supported local communities in this period to plant over 4.9 million trees in Uganda and Kenya. This was complemented by training and support on agro-forestry techniques and sustainable livelihood initiatives such as beekeeping. A total of 1,072 fuel efficient stoves were installed, reducing the use of firewood. Eleven Village Savings and Loans Associations (VSLAs) were established and other outstanding projects like the Farmer Voice Radio (FVR), a gender climate justice project (funded by Hub Cymru Africa), and the bio-based seedling wrap study were successfully concluded during the year, with exchange visits to support peer to peer learning at the fore.

The growth of our tree planting work includes continued expansion of our flagship **Mbale Trees Programme** in Eastern Uganda with our partners the Mount Elgon Tree Growing Enterprise and the Welsh Government. In this financial year, 3,917,647 seedlings were distributed in Uganda, greatly surpassing the annual target (3.1 million) and compensating for lower output during COVID-19 restrictions. 21,311,766 seedlings have been distributed in the region since 2010. This is 85% of the total target (25 million seedlings) to be distributed by 2025.

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Achievements & performance *(continued)*



Bumaena nursery seedling distribution

Other highlights of the expanded METGE programme include:

- Improving farmer knowledge and skills
- Access to water has been improved at five community points in association with Mbale District
- Supported livelihoods and savings projects, including planting 2,600 cashew nut seedlings and vegetable gardens established by 360 farmers
- Implementation of a Gender and Climate Justice project in Uganda with a new partner MADLACC (Masaka District Landcare Chapter), via International Tree Foundation (ITF).

At the **Boré Forest Project** in Kenya, seedling distribution continued, with 500,000 seedlings successfully distributed at the start of the year, with a second tranche of 500,000 distributed with arrival of the rains in October. The impact of the project is increased resilience to climate change in the community and the local environment. As the planted trees grow and become mature, they will provide shade, enhance water retention, stabilise the soils, control erosion as well as sequestering carbon from the atmosphere.

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Year ended 31 March 2023

Achievements & performance *(continued)*

Other highlights of the Boré Forest project, which runs to February 2024 include:

- Agroforestry training delivered throughout the year to equip small holder farmers with knowledge and practices regarding agroforestry
- Improved livelihoods - 300 farmers across the community have received Sustainable Land Management (SLM) training in agriculture. These practices are for farmers to take on and replicate on their own farmsteads (shambas)
- 104 women have been supported with a kitchen gardening initiative to mitigate challenges of food security and failing crops
- Additional Kaya (native forest) protection and restoration efforts, bringing the total area now under protection to more than 300 hectares.



Kitchen gardens at Bore

Our recent partnership with **Regrow Borneo in Malaysia** continued to prepare and restore over 8.5 hectares of forest along the Kinabatangan River, creating resilient ecosystems that improve connectivity for wildlife, restore biodiversity, sequester carbon, and to improve the wellbeing of local communities.

Some of the above work was enabled by Size of Wales' fundraising, including our annual **Festive Trees** campaign. We are grateful to our corporate partners for supporting this campaign by raising or donating money, including SportPursuit Ltd and Admiral Group PLC. Thanks also go to Run4Wales for including us in their Community Fund, raising vital funds for forest protection and to Orchard Media for their invaluable practical support.

Size of Wales

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Achievements & performance *(continued)*

Goal 3: Imported deforestation

Aim: Move Wales towards eliminating imported deforestation from Wales' economy by 2030

2022-23 was an impactful year for our Deforestation Free Nation campaign, which brought about significant policy commitments and greater visibility of the issue across Wales, building on our programme of advocacy work started in early 2020. We would like to extend our thanks to the Joseph Rowntree Charitable Trust, The Co-op Foundation and the Polden Puckham Charitable Foundation for funding this initial work.

The focus of this work is on eliminating imported deforestation (especially tropical deforestation) from supply chains coming into Wales. This is a programme of policy and advocacy work in Wales (linking into UK wide and international campaigns and initiatives) encouraging the public sector, businesses and individuals in Wales to gradually eliminate imported tropical deforestation from Wales' economy.

Real policy commitment

We have built on the public commitment made by the Welsh Government after our COP26 engagement to influence policy making and policy discussions in Wales. This has resulted in the following changes/impact:



Second Sustainable Animal Feed Roundtable meeting, February 2023

- We engaged with Members of the Senedd who tabled a debate on the motion to promote Global Responsibility which was passed unanimously.
- Size of Wales spearheaded a collective of NGOs in calling for amendments to the draft Social Partnership and Public Procurement (SPPP) Bill in Wales to promote global responsibility - a legal obligation under the Wellbeing of Future Generations Act, securing that global responsibility will be included in the statutory guidance, which will accompany the Bill
- The Welsh Government has included deforestation free criteria in the new risk assessment for public sector procurement over £25,000
- Advocated in partnership with WWF Cymru for the goals of the draft Food Bill to be amended to "Promote a food system that mitigates and adapts to climate change, and minimises Wales' global environmental footprint"

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

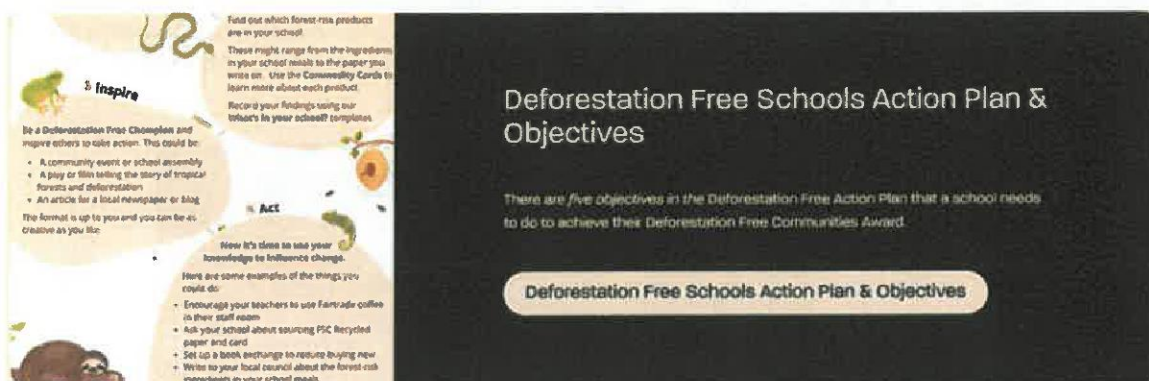
Achievements & performance *(continued)*

- Engaged with the farming sector, met with officials from the National Farmers Union, Members of the Senedd and the civil servants responsible for drafting the Sustainable Farming Scheme, resulting in provisions for farmers to be supported to move away from unsustainable animal feed
- We helped organise the second Sustainable Animal Feed roundtable meeting in February 2023. At this meeting, discussions focused on creating clear recommendations on the most viable alternative feeds and how these could be implemented in Wales.

Deforestation Free Communities (DFCs)

In June 2022, we secured additional funding from the Co-op Carbon Innovation Fund to pilot our Deforestation Free Communities (DFC) model in Monmouthshire. We are now working with 5 schools in Monmouthshire to become DF and plan to roll this out to a further five schools across Wales in September.

Size, together with Monmouthshire County Council, have agreed to fund a mentoring programme to support two farmers to adopt agro-ecological practices including alternative animal feed. Work on new resources has also continued, encouraging schools and businesses to sign up to become deforestation free.



Our campaign has been covered by national media as well as across our social media channels.

Size of Wales

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Achievements & performance *(continued)*

Goal 4: Education and Engagement

Aim: Inspire people across Wales to reduce their forest footprint, support tropical forests and take climate action.

This programme is split into two sub-programmes:

- Education and Youth Engagement
- Community Engagement

Education and Youth Engagement

Thanks to funding from the Welsh Government, Size of Wales' education workshops continued to be in high demand. In 2022-2023, we reached 16,374 pupils from 265 schools. We have developed two new secondary school workshops and this has included topics on climate justice based around Indigenous voices.

We continued to deliver training alongside our valued partners, Keep Wales Tidy.

Over the year, Size of Wales delivered four MockCOP events engaging 20 schools and around 100 students from across Wales. Size of Wales also organised a Youth COP27 event in November in Cardiff across two days. 26 schools participated with over 150 young people in attendance from schools across Wales.



Youth COP Blue Zone event at the Senedd

Five schools attended the 'Blue Zone' event which included a cross party discussion on climate change. The panel included George Sikoyo, Executive Director of METGE. The event was chaired by a representative from the YCA. The young people asked questions of the panel and found out what Welsh Government is doing to protect their futures. Following on from this event, the 'Green Zone' welcomed over 120 young people across a whole day of activity, including thematic workshops and performances from the cultural exchange with the Wampis. All respondents said they felt that young people had a chance to have their voices heard.

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Year ended 31 March 2023

Achievements & performance *(continued)*

Youth Climate Ambassadors (YCA) for Wales

The YCA continue to expand their membership and activities, visiting the US Embassy as a follow-up from their COP26 engagement. They also supported the Wales Youth COP event in November 2022, and ran several events of their own across the year to raise awareness on how people are being displaced by climate change, particularly in the Global South.

Community Engagement

We continue to look for new and exciting ways to engage people of all ages on climate change and tropical deforestation, aiming to inspire everyone in Wales to feel that they can be part of the solution. In June 2022, we held our annual Go Green Day campaign - a national day of climate action. We ran a wide-ranging campaign with a variety of engaging content which raised our profile and reach, inspiring people to take action against tropical deforestation.



Go Green Day 2022 in partnership with Orchard Media

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Year ended 31 March 2023

FINANCIAL REVIEW

Review of the financial position at the end of the accounting period

Total income during the year was £1,103,789 (2022: £1,213,923).

Total expenditure amounted to £1,270,178 (2022: £1,160,678). Grant funding activities of £815,616 are included within this figure (2022: £756,629).

Overall, there was a deficit of £166,389 (2022: surplus of £53,245) during the year. The majority of this is due to timings of income and expenditure on restricted funds. In total £27,584 (2022: £5,277) unrestricted surplus was added to our reserves.

Summary of Reserves

At the year end, the balance of unrestricted reserves, including designated funds, was £236,924 (2022: £209,340) and restricted funds amounted to £227,574 (2022: £421,547). The level of free reserves available was £197,028 (2022: £140,178).

Principal sources of funding

We received funding from the Welsh Government, as well as a number of trusts and foundations including The Waterloo Foundation, the Co-op Foundation, The Honnold Foundation (an element of which was granted directly to Kara Solar), and the Joseph Rowntree Charitable Trust. In this period, we also received smaller grants including from The Polden-Puckham Charitable Foundation WCIA Changemakers. Size of Wales also received some income from corporate partnerships and donations from the public.

Reserves Policy

The Board has a policy of retaining at least 3 months running costs. 3 months running costs would enable the charity to function, and staff to draw salaries, for a period commensurate with their notice period and would allow the charity to ensure all donations and charitable funds have been delivered to the recipient projects. This would also allow enough time to communicate the cessation of activities to Size of Wales' supporters.

Unrestricted funds, including designated funds at the end of March 2023 was £236,924 (2022: £209,340) and restricted funds amounted to £227,574 (2022: £421,547). Our unrestricted free reserves of £197,028 are in excess of our reserves policy but below our internal target. These reserves are not influenced by fixed assets or investments.

Investment policy

Size of Wales banks with Triodos which was chosen for its ethical investment policies. Funds are released to Size of Wales on a quarterly or annual basis and no long-term investments are held by the charity.

Risk Management

The charity maintains a Risk Register that is regularly updated. This is regularly reviewed by the risk subcommittee and by the board of trustees on a quarterly basis.

The primary risks currently faced by the charity are those of uncertainty in short to medium-term funding, staff turnover, health and safety (especially when staff travel overseas), financial fraud (especially with regard to funding provided to overseas projects), safeguarding and of not meeting funder targets/deliverables due to restrictions. Additionally, the charity recognises the importance of embedding antiracist and anti-oppressive practices in everything we do, both in Wales and overseas.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

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PLANS FOR FUTURE PERIODS

Size of Wales is committed to our ambitious 5-year strategy for the period 2020-25. This is based on **four strategic goals** above and **four operational pillars**:

Working to deliver our four strategic Goals

Goal 1: Support community projects that secure, and sustain over the long term, an area of tropical forest at least the size of Wales (at least 2 million hectares)

Our main focus will be to continue to support impactful partners and projects that fit Size of Wales' new forest strategy. In the coming year, we will prioritise gathering inspiring communications material to use in our education and policy work and identify opportunities for our partners voices to be heard at international level via the All Party Parliamentary Group on Global Deforestation, events in Wales and COP28. Fundraising and supporting partners to develop their safeguarding work with downstream partners will form part of our work to build stronger partnerships.

We will continue to support projects working to protect tropical forests at least the size of Wales. The fund will continue to provide both match funding and rapid response grants to our strategic partners, to enable urgent, impactful opportunities or needs to be pursued or met.

Goal 2: Support communities to tackle climate change and develop sustainable livelihoods by growing millions of trees

We will continue to support and monitor our expanded tree growing programmes. A key focus will be on strengthening monitoring and evaluation, gender and safeguarding across the programme. We will also prioritise partner sharing and learning in this period.

Goal 3: Move Wales towards eliminating imported deforestation from our economy by 2030

We will continue to follow up on the commitments made at COP26 by Welsh Government to tackle Wales' Deforestation Footprint. A key priority will be focussing on food and farming systems and procurement. We will support public sector bodies and businesses to use our deforestation free toolkits. We also plan to build on the success of our pilot Deforestation Free Communities approach in Wales and engage schools, farmers, community groups and local businesses to take action.

Goal 4: Inspire people across Wales to reduce their forest footprint, support tropical forests and take climate action

We will build on our expanded education and engagement programmes, linking in awareness of the commodities most responsible for tropical deforestation such as palm oil, soy, coffee and cacao. We will also work with more schools and continue to deliver high quality resources to schools. We will also be working with our YCA network and hold youth climate events in Wales to coincide with COP28 in November 2023.

Strengthening the four operational pillars underpinning our work

Pillar 1: Financial Resilience

A number of our key grants are multi-year grants, providing us with reasonable financial stability for the period 2023-25. We will continue to work to diversify our funding base through growing our non-grant income streams (corporate partnerships and individual giving) and by working to secure grants from new funders (institutional, trusts and foundations). This is to ensure we are not dependent on any one funder.

Pillar 2: Strong Governance

We will continue to review and strengthen our governance systems where appropriate, ensuring that we are operating to the highest international standards, including diversifying our board of trustees. We also plan to build on our anti-racism policy and action plan and work on broader inclusion.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Plans for future periods *(continued)*

Pillar 3: High performing team

We need a high performing, expert and happy team to deliver our ambitious strategy. As part of this we need to support our team: broadening the experience, expertise and capacity of the team. Our aim is to continue to strengthen the team to deliver our strategy as well as put Size of Wales on a stronger and more sustainable footing over the long term.

We will also strive to recruit and maintain a diverse, inclusive, talented and engaged board of trustees.

Pillar 4: Profile & Reach

To deliver our 5-year strategy, Size of Wales will need to continue to raise its profile across Wales and beyond.

Size of Wales is building on our ethical storytelling trials, a new approach to content gathering and storytelling in relation to the forest projects and forest communities we work with.

Our Communications and Digital Marketing Manager is helping the team to develop an exciting and innovative media and communications strategy to help us to reach new audiences. We are also looking at ways to engage more widely with the appointment of our new Community Outreach Officer.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Size of Wales is a charitable company limited by guarantee and as such is governed by a memorandum and articles of association. The company was incorporated on 20th May 2011 under the Companies Act 2006 and registered as a charity on 29th July 2011.

Trustee Recruitment and Appointment

Trustees are recruited through networks of the current trustee board and/or through public advertisement based on skills and experience in areas identified as needing support and in accordance with the Charity's governing document. No external body or person has the right to appoint trustees.

Trustee Induction and Training

New trustees are provided with a trustee pack which contains the following documents:

- i. The essential trustee (a Charity Commission publication)
- ii. Charity commission new trustee registration
- iii. Conflict of interest policy
- iv. Other relevant organisational policies, including Safeguarding Policy, GDPR, Conflict of Interest and in the future, a statement on antiracism
- v. Declaration of interest form
- vi. Skills audit
- vii. Trustee role description
- viii. Articles of Association

Organisational Structure

As at the end of March 2023, Size of Wales had nine trustees (also company directors), including the Chair. The board of trustees meet quarterly with an Annual General Meeting held every November. Strategic decisions are made by the board but take on the views of the team in a collaborative and democratic style. Pay, remuneration and all governance decisions are made by the board according to the criteria set out in our governing documents and the Designated Authorities Policy.

There are sub committees including a Risk Sub Committee, Mbale (Uganda) Sub Committee and Ethics Sub Committee, as well as lead trustees such as a Safeguarding Trustee and a Financial Lead Trustee.

Size of Wales

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2023

Structure, governance and management *(continued)*

The day-to-day management of Size of Wales is led by the Executive Director, Nicola Pulman, who is supported by Deputy Director Barbara Davies-Quy and a team of staff, freelancers, contractors and volunteers.

Trustees' responsibilities statement

The trustees (who are also directors of Size of Wales for the purposes of company law) are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP 2019 (FRS 102);
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 22 November 2023 and signed on behalf of the board of trustees by:

Trustee.....

Name Carwyn Jones.....

Size of Wales
Company Limited by Guarantee
Independent Auditor's Report to the Members of Size of Wales
Year ended 31 March 2023

Opinion

We have audited the financial statements of Size of Wales (the 'charitable company') for the year ended 31 March 2023 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Size of Wales

Company Limited by Guarantee

Independent Auditor's Report to the Members of Size of Wales (continued)

Year ended 31 March 2023

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

Size of Wales

Company Limited by Guarantee

Independent Auditor's Report to the Members of Size of Wales (continued)

Year ended 31 March 2023

We design our procedures so as to obtain sufficient appropriate audit evidence that the financial statements are not materially misstated due to non-compliance with laws and regulations or due to fraud or error.

We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations - this responsibility lies with management with the oversight of the Trustees.

Based on our understanding of the charitable company and the charity sector, discussions with management and trustees we identified financial reporting standards, Charities Act 2011 and Companies Act 2006 as having a direct effect on the amounts and disclosures in the financial statements.

As part of the engagement team discussion about how and where the charitable company's financial statements may be materially misstated due to fraud, we did not identify any areas with an increased risk of fraud.

Our audit procedures included:

- completing a risk-assessment process during our planning for this audit that specifically considered the risk of fraud;
- enquiry of management about the charitable company's policies, procedures and related controls regarding compliance with laws and regulations and if there are any known instances of non-compliance;
- examining supporting documents for all material balances, transactions and disclosures;
- enquiry of management, about litigations and claims and inspection of relevant correspondence;
- analytical procedures to identify any unusual or unexpected relationships;
- specific audit testing on and review of areas that could be subject to management override of controls and potential bias, most notably around the key judgments and estimates, including the carrying value of accruals, provisions, grant making and revenue recognition;
- considering management override of controls outside of the normal operating cycles including testing the appropriateness of journal entries recorded in the general ledger and other adjustments made in the preparation of the financial statements including evaluating the rationale of significant transactions, outside the normal course of charitable activity.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going

Size of Wales

Company Limited by Guarantee

Independent Auditor's Report to the Members of Size of Wales (continued)

Year ended 31 March 2023

concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Farzana Ahmed (Senior Statutory Auditor)

For and on behalf of
Carston
Chartered accountants & statutory auditor

1st Floor, Tudor House
16 Cathedral Road
Cardiff
CF11 9LJ

Dated: 01/12/2023

Size of Wales

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2023

			2023		2022
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	5	90,477	1,012,153	1,102,630	1,213,487
Investment income	6	1,159	—	1,159	236
Other income	7	—	—	—	200
Total income		<u>91,636</u>	<u>1,012,153</u>	<u>1,103,789</u>	<u>1,213,923</u>
Expenditure					
Expenditure on charitable activities	8,9	65,769	1,204,257	1,270,026	1,160,678
Other expenditure	12	152	—	152	—
Total expenditure		<u>65,921</u>	<u>1,204,257</u>	<u>1,270,178</u>	<u>1,160,678</u>
Net (expenditure)/income		<u>25,715</u>	<u>(192,104)</u>	<u>(166,389)</u>	<u>53,245</u>
Transfers between funds		1,869	(1,869)	—	—
Net movement in funds		<u>27,584</u>	<u>(193,973)</u>	<u>(166,389)</u>	<u>53,245</u>
Reconciliation of funds					
Total funds brought forward		209,340	421,547	630,887	577,642
Total funds carried forward		<u>236,924</u>	<u>227,574</u>	<u>464,498</u>	<u>630,887</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 25 to 34 form part of these financial statements.

Size of Wales
Company Limited by Guarantee
Statement of Financial Position
31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	17	1,019	1,673
Current assets			
Debtors	18	24,692	31,256
Cash at bank and in hand		464,109	661,418
		<u>488,801</u>	<u>692,674</u>
Creditors: amounts falling due within one year	19	<u>25,322</u>	<u>63,460</u>
Net current assets		463,479	629,214
Total assets less current liabilities		464,498	630,887
Net assets		464,498	630,887
Funds of the charity			
Restricted funds		227,574	421,547
General funds		198,047	141,851
Designated funds		<u>38,877</u>	<u>67,489</u>
Unrestricted funds		236,924	209,340
Total charity funds	21	464,498	630,887

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 22 November 2023, and are signed on behalf of the board by:

Trustee..... 

Name STUART CLARKE

Company Registration Number: 07642041

The notes on pages 25 to 34 form part of these financial statements.

Size of Wales
Company Limited by Guarantee
Statement of Cash Flows
Year ended 31 March 2023

	2023 £	2022 £
Cash flows from operating activities		
Net (expenditure)/income	(166,389)	53,245
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	502	824
Other interest receivable and similar income	(1,159)	(236)
Loss on disposal of tangible fixed assets	152	—
Accrued expenses	134	143
<i>Changes in:</i>		
Trade and other debtors	6,564	21,338
Trade and other creditors	(38,272)	29,606
Cash generated from operations	(198,468)	104,920
Interest received	1,159	236
Net cash (used in)/from operating activities	<u>(197,309)</u>	<u>105,156</u>
 Net (decrease)/increase in cash and cash equivalents	 (197,309)	 105,156
Cash and cash equivalents at beginning of year	<u>661,418</u>	<u>556,262</u>
Cash and cash equivalents at end of year	<u>464,109</u>	<u>661,418</u>

The notes on pages 25 to 34 form part of these financial statements.

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Temple of Peace, King Edward VII Avenue, Cathays Park, Cardiff, CF10 3AP.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

The financial statements are prepared in sterling, which is the functional currency of the entity. Monetary amounts are rounded to the nearest £.

Going concern

After making reasonable enquiries and having considered the impact of various factors on the financial performance of the charity and its current position, the trustees believe the charity will be able to continue to fulfil its charitable purpose, will be able to meet its liabilities as they fall due and will have adequate resources to continue in operational existence for the foreseeable future. Accordingly, the trustees continue to adopt the going concern basis in preparing the financial statements.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The only estimation in the preparation of these accounts is depreciation, which is not a material item.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal and fall into one of two sub-classes: restricted income funds or endowment funds.

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Size of Wales
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 March 2023

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment - 33% reducing balance

Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Match funding

The commitment to provide match funded grants will only be recognised when the donations to be match funded have been received and agreed by the board of trustees, and not when they are notified or pledged.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

Each member of the Board of Trustees has undertaken to guarantee the Charity's debts to the sum of £1 each.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Donations			
Donations	44,578	—	44,578
The Waterloo Foundation - donations	—	100,000	100,000
The Waterloo Foundation - general funding	30,000	—	30,000
Grants			
Welsh Government	—	651,700	651,700
Joseph Rowntree Charitable Trust	15,899	79,497	95,396
Co-op Foundation	—	72,698	72,698
Scottish Power	—	—	—
Hub Cymru Africa	—	—	—
Polden Puckham Charitable Foundation	—	10,000	10,000
US Embassy	—	—	—
Honnold Foundation	—	75,258	75,258
Keep Wales Tidy	—	22,000	22,000
WCIA Changemakers	—	1,000	1,000
	<u>90,477</u>	<u>1,012,153</u>	<u>1,102,630</u>

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	62,906	—	62,906
The Waterloo Foundation - donations	—	100,000	100,000
The Waterloo Foundation - general funding	—	30,000	30,000
Grants			
Welsh Government	—	800,000	800,000
Joseph Rowntree Charitable Trust	—	72,375	72,375
Co-op Foundation	—	—	—
Scottish Power	—	79,350	79,350
Hub Cymru Africa	—	50,000	50,000
Polden Puckham Charitable Foundation	—	10,000	10,000
US Embassy	—	8,856	8,856
Honnold Foundation	—	—	—
Keep Wales Tidy	—	—	—
WCIA Changemakers	—	—	—
	<u>62,906</u>	<u>1,150,581</u>	<u>1,213,487</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	<u>1,159</u>	<u>1,159</u>	<u>236</u>	<u>236</u>

7. Other income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Other income	<u>—</u>	<u>—</u>	<u>200</u>	<u>200</u>

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2023

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Grants / project funding	65,769	1,198,825	1,264,594
Support costs	—	5,432	5,432
	<u>65,769</u>	<u>1,204,257</u>	<u>1,270,026</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Grants / project funding	61,924	1,092,676	1,154,600
Support costs	141	5,937	6,078
	<u>62,065</u>	<u>1,098,613</u>	<u>1,160,678</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Grant funding of activities £	Support costs £	Total funds 2023 £	Total fund 2022 £
Grants / project funding	448,978	815,616	—	1,264,594	1,154,600
Governance costs	—	—	5,432	5,432	6,078
	<u>448,978</u>	<u>815,616</u>	<u>5,432</u>	<u>1,270,026</u>	<u>1,160,678</u>

10. Analysis of support costs

	Analysis of support costs £	Total 2023 £	Total 2022 £
Governance costs	<u>5,432</u>	<u>5,432</u>	<u>6,078</u>

11. Analysis of grants

	2023 £	2022 £
Grants to institutions		
Grants to institutions	<u>815,616</u>	<u>756,629</u>
Total grants	<u>815,616</u>	<u>756,629</u>

12. Other expenditure

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Loss on disposal of tangible fixed assets held for charity's own use	<u>152</u>	<u>152</u>	<u>—</u>	<u>—</u>

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

13. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of tangible fixed assets	502	824
Loss on disposal of tangible fixed assets	<u>152</u>	<u>—</u>

14. Auditors remuneration

	2023	2022
	£	£
Fees payable for the audit of the financial statements	<u>5,292</u>	<u>5,040</u>

15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages and salaries	301,768	216,021
Social security costs	22,079	16,017
Employer contributions to pension plans	<u>18,350</u>	<u>12,845</u>
	<u>342,197</u>	<u>244,883</u>

The average head count of employees during the year was 13 (2022: 9). The average number of full-time equivalent employees during the year is analysed as follows:

	2023	2022
	No.	No.
Number of staff	<u>9</u>	<u>7</u>

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £94,971 (2022: £90,110).

16. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

All trustees are entitled to claim the cost of attending trustee meetings. The total reimbursed was £66 (2022: £nil) for travelling and subsistence costs.

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

17. Tangible fixed assets

	Equipment £	Total £
Cost		
At 1 April 2022	3,461	3,461
Disposals	(359)	(359)
At 31 March 2023	3,102	3,102
Depreciation		
At 1 April 2022	1,788	1,788
Charge for the year	502	502
Disposals	(207)	(207)
At 31 March 2023	2,083	2,083
Carrying amount		
At 31 March 2023	1,019	1,019
At 31 March 2022	1,673	1,673

18. Debtors

	2023 £	2022 £
Trade debtors	212	20,000
Prepayments and accrued income	24,480	11,256
	24,692	31,256

19. Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	3,347	29,289
Accruals and deferred income	11,265	11,131
Social security and other taxes	6,151	5,463
Other creditors	4,559	17,577
	25,322	63,460

20. Pensions and other post-retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £18,350 (2022: £12,845).

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

21. Analysis of charitable funds

Unrestricted funds

	At 1 April 2022	Income	Expenditure	Transfers	At 31 March 2023
	£	£	£	£	£
General funds	141,851	47,403	(265)	9,058	198,047
Project Donations	67,489	44,233	(65,656)	(7,189)	38,877
	<u>209,340</u>	<u>91,636</u>	<u>(65,921)</u>	<u>1,869</u>	<u>236,924</u>

	At 1 April 2021	Income	Expenditure	Transfers	At 31 March 2022
	£	£	£	£	£
General funds	125,520	436	3,025	12,870	141,851
Project Donations	78,543	62,906	(65,090)	(8,870)	67,489
	<u>204,063</u>	<u>63,342</u>	<u>(62,065)</u>	<u>4,000</u>	<u>209,340</u>

Restricted funds

	At 1 April 2022	Income	Expenditure	Transfers	At 31 March 2023
	£	£	£	£	£
Welsh Government	277,394	651,700	(872,719)	—	56,375
The Waterloo Foundation	88,076	100,000	(98,076)	—	90,000
Hub Cymru Africa	10,000	—	(10,000)	—	—
Scottish Power					
Foundation	24,506	—	(22,637)	(1,869)	—
Scottish Power Prize					
Fund	5,000	—	(3,307)	—	1,693
Joseph Rowntree					
Charitable Trust	8,126	79,497	(75,452)	—	12,171
Polden Puckham					
Charitable Foundation	6,589	10,000	(6,589)	—	10,000
US Embassy	1,856	—	(3,799)	—	(1,943)
The Co-operative					
Foundation	—	72,698	(14,348)	—	58,350
Keep Wales Tidy	—	22,000	(22,000)	—	—
The Honnold Foundation	—	75,258	(75,258)	—	—
WCIA Changemakers	—	1,000	(72)	—	928
	<u>421,547</u>	<u>1,012,153</u>	<u>(1,204,257)</u>	<u>(1,869)</u>	<u>227,574</u>

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

21. Analysis of charitable funds *(continued)*

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Welsh Government	209,745	800,000	(728,351)	(4,000)	277,394
The Waterloo Foundation	92,015	130,000	(133,939)	—	88,076
Hub Cymru Africa	—	50,000	(40,000)	—	10,000
Scottish Power Foundation	52,301	79,350	(107,145)	—	24,506
Scottish Power Prize Fund	5,000	—	—	—	5,000
Joseph Rowntree Charitable Trust	4,518	72,375	(68,767)	—	8,126
Polden Puckham Charitable Foundation	10,000	10,000	(13,411)	—	6,589
US Embassy	—	8,856	(7,000)	—	1,856
The Co-operative Foundation	—	—	—	—	—
Keep Wales Tidy	—	—	—	—	—
The Honnold Foundation	—	—	—	—	—
WCIA Changemakers	—	—	—	—	—
	<u>373,579</u>	<u>1,150,581</u>	<u>(1,098,613)</u>	<u>(4,000)</u>	<u>421,547</u>

Unrestricted funds:

Excluding the fixed assets value from the general reserves, the free reserves at the year-end amounted to £197,028 (2022 £140,178).

A designated fund exists for the donations received towards project funding. Further donations were received in the current year, as well as spending against the fund.

Included within general fund income is £30,000 from The Waterloo Foundation to support core costs. The Joseph Rowntree Charitable Trust also provided unrestricted funding of £15,899 to help our response to cost of living and economic pressures.

Fund transfers represent the transfer of costs from restricted and designated funds to unrestricted funds, where this has been covered by unrestricted funds in the previous year.

Restricted funds:

Welsh Government grant has been received in relation to the Education and Communication Programme and to the Mbale Trees project in Mbale, Uganda. They also supplied a one-off capital grant for solar equipment and learning exchanges for the Wampis nation alongside funding from the Honnold Foundation.

The Waterloo Foundation provided funding to support forest projects.

Hub Cymru Africa has provided funds towards the Gender and Climate Justice project.

The Scottish Power Foundation grant has been received in respect of its MockCOP programme and has been extended to support the Youth Climate Ambassadors programme.

The Scottish Power Prize Fund grant was awarded for the education programme for school pupils for participating in the MockCOP events in school and is being utilised to further support the Youth Climate Ambassadors in 2022/23 and beyond.

The Joseph Rowntree Charitable Trust grant was received towards the "Eliminating imported deforestation from Wales' economy" project.

Size of Wales

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

21. Analysis of charitable funds *(continued)*

The Polden-Puckham Charitable Foundation provided funds towards growing the "Zero-Deforestation Nation" project.

The US Embassy has provided an award to support "Wales Youth Citizen Journalism Training Program".

The Co-operative Foundation has provided a grant through their Decarbonisation Fund towards piloting work on Deforestation Free Communities.

Keep Wales Tidy has provided funding towards the "My Tree, Our Forest Schools Project".

The Honnold Foundation has provided funding in support of the work promoting indigenous self-determination and increasing access to solar energy for the Wampis Nation.

The WCIA Changemakers grant was provided to support Youth Climate Ambassadors to participate in the global Changemakers project.

22. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	1,019	–	1,019
Current assets	261,227	227,574	488,801
Creditors less than 1 year	(25,322)	–	(25,322)
Net assets	236,924	227,574	464,498

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	1,673	–	1,673
Current assets	236,127	456,547	692,674
Creditors less than 1 year	(28,460)	(35,000)	(63,460)
Net assets	209,340	421,547	630,887

23. Analysis of changes in net debt

	At 1 Apr 2022 £	Cash flows £	At 31 Mar 2023 £
Cash at bank and in hand	661,418	(197,309)	464,109

24. Related parties

During the year, donations totalling £5,800 were received from 4 of the trustees.

During the year, Size of Wales tendered for the redevelopment of their website. The company chosen has a connection with one of the trustees, however, this trustee was not involved in the tendering or decision-making process and the trustees believe the decision was made fairly. The cost of the website and associated work, paid to the developer, was £9,876.